THE SENATE
TWENTY-THIRD LEGISLATURE, 2005
STATE OF HAWAII

S.B. NO. 439 H.D. 2 C.D. 1

## A BILL FOR AN ACT

RELATING TO ADMINISTRATIVE FINES UNDER THE STATE ETHICS CODE.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Chapter 84, Hawaii Revised Statutes, is amended 2 by adding a new section to be appropriately designated and to 3 read as follows: 4 "§84- Administrative fines. (a) Where an 5 administrative fine has not been established for a violation of a provision of this chapter, any person, including a legislator 6 or employee, who violates a provision of this chapter shall be 7 subject to an administrative fine imposed by the ethics 8 9 commission that shall not exceed \$500 for each violation. All 10 fines collected under this section shall be deposited in the 11 general fund. 12 (b) No fine shall be assessed under this section unless: The commission convenes a hearing in accordance with 13 ( 1...) section 84-31(c) and chapter 91; and 14 15 A decision has been rendered by the commission."

SECTION 2. Section 84-17, Hawaii Revised Statutes, is

amended by amending subsection (i) to read as follows:

2006-2694 SB439 CD1 SMA.doc

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1 "(i) Failure of a legislator, a delegate to the 2 constitutional convention, or employee to file a disclosure of 3 financial interests as required by this section shall be a violation of this chapter. Any legislator, delegate to a 4 5 constitutional convention, or employee who fails to file a disclosure of financial interests when due shall be assessed [a 6 7 penalty] an administrative fine of \$50. The state ethics 8 commission shall notify a person, by registered mail, return 9 receipt requested, of the failure to file, and the disclosure of 10 financial interests shall be submitted to the commission not 11 later than 4:30 p.m. on the tenth day after notification of the 12 failure to file has been mailed to the person. If a disclosure of financial interests has not been filed within ten days of the 13 14 due date, an additional [penalty] administrative fine of \$10 for each day a disclosure remains unfiled shall be added to the 15 16 [penalty.] administrative fine. All [penalties] administrative fines collected under this section shall be deposited in the 17 State's general fund. Any [monetary penalty] administrative 18 19 fine for late filing shall be in addition to any other action the commission may take under this chapter for violations of the 20 21 state ethics code. The commission may waive any [penalties]

- 1 administrative fines assessed under this subsection for good
- 2 cause shown."
- 3 SECTION 3. This Act does not affect rights and duties that
- 4 matured, penalties that were incurred, and proceedings that were
- 5 begun, before its effective date.
- 6 SECTION 4. Statutory material to be repealed is bracketed
- 7 and stricken. New statutory material is underscored.
- 8 SECTION 5. This Act shall take effect upon approval.

JAMES R. AIONA JR.

**ACTING GOVERNOR** 

GOVERNOR OF THE STATE OF HAWAII

Approved this day: JUN 2 0 2006

## THE SENATE OF THE STATE OF HAWAII

Date: May 2, 2006 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Twenty-third Legislature of the State of Hawaii, Regular Session of 2006.

President of the Senate

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Clerk of the Senate

## THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 2, 2006 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the House of Representatives of the Twenty-third Legislature of the State of Hawaii, Regular Session of 2006.

Speaker, House of Representative

Clerk, House of Representatives